

MINUTES OF MEETING

RHODE ISLAND AIRPORT CORPORATION

PENSION COMMITTEE

WEDNESDAY, SEPTEMBER 21, 2011

AT 2:30 P.M.

IN THE MARY BRENNAN BOARD ROOM

AT T. F. GREEN AIRPORT

2000 POST ROAD, WARWICK, RHODE ISLAND

The meeting of the Rhode Island Airport Corporation (“Corporation”) Pension Committee was called to order by Chair, Kathleen C. Hittner, M.D. at 2:31 p.m., in the Mary Brennan Board Room, T. F. Green Airport, 2000 Post Road, Warwick, Rhode Island, in accordance with the notice duly posted pursuant to the Open Meetings Law.

COMMITTEE MEMBERS PRESENT: Kathleen C. Hittner, M.D, Chair of Committee; Kevin A. Dillon, A.A.E., President and CEO; Jeffrey Wiggin, representing, Local 2873.

ALSO PRESENT: Peter A. Frazier, General Counsel; Sherri-Ann Penta, Acting Human Resources Director; and those individuals listed on the attendance sheet attached hereto.

1. Approval of the Minutes:

A motion was made by Mr. Wiggin and seconded by Mr. Dillon to

approve the Minutes of the Pension Committee Meeting of March 30, 2011. The motion was passed unanimously.

2. Update by Plan Administrator and Investment Advisor.

There was no formal update.

3. Discussion Item:

(a) Annual Review of Pension Plan with the Rhode Island Airport Corporation's Investment Advisors.

There was a detailed overview of RIAC's pension plan, including investment option performance results and statistics which were provided in a handout to the Committee. Discussion was centered on performance statistics for specific investment options. There was a focus on several potentially underperforming funds, and discussion of the recommendations made by RIAC's investment advisors on whether to continue offering those options in RIAC's portfolio. No action was taken to replace current offerings at this time but funds would remain on a watch status.

Mr. Walter, representing the Principal, discussed Principal's Warranty explaining that it was a way for RIAC to manage its fiduciary obligations and would provide additional support in terms of operating the retirement plan program. It was noted that the Warranty

was an elective product and was not part of the standard Principal package. However, there is no additional fee for the coverage. Discussion focused on the Warranty, the scope of the services provided, and the additional benefits which would be provided by the Principal if the Corporation elected to take the coverage. Mr. Walter provided an explanation of the extended benefits covered under the Warranty. After detailed discussion the Committee determined that further research is required on this issue, and no action was taken to add the Warranty coverage at this time.

There was brief discussion of RIAC's employee education plan for 2011 – 2012. Ms. Penta provided an overview of the objectives for the education plan.

Mr. Balasco gave an overview of the analysis of RIAC's 457 Plans. Discussion focused on a comparison of fees. There was also an overview of Principal's 457 Plan option, and the benefits of adding it to the current 457 portfolio. After discussion the Committee determined that further analysis is needed on this item, and it was tabled to the next meeting.

4. A motion was made by Mr. Dillon and seconded by Mr. Wiggin to amend the agenda to add an Executive Session for the purpose of discussing an item for information purposes only related to one non-public litigation matter. By the following roll call vote the motion was passed unanimously.

**YEAS: Kathleen Hittner, M.D.,
Kevin Dillon
Jeffrey Wiggin**

NAYS: None

ABSTAIN: None

5. Executive Session:

At approximately 3:45 p.m., a motion was made by Mr. Dillon and seconded by Mr. Wiggin to go into Executive Session for the purposes of discussing the following item:

(a) Discussion Related to One Potential Non-Public Litigation Matter – R.I.G.L. § 42-46-5(a)(2).

By the following roll call vote the motion was passed unanimously.

**YEAS: Kathleen C. Hittner, M.D.
Kevin A. Dillon
Jeffrey Wiggin**

NAYS: None

ABSTAIN: None

At approximately 4:00 p.m., a motion was made by Mr. Dillon and seconded by Mr. Wiggin to reconvene to the Open Session. The motion was passed unanimously.

6. Post Executive Session Actions and Announcements:

There were no actions taken during the Executive Session.

7. Adjournment:

At approximately 4:05 p.m. a motion was made by Mr. Wiggin and seconded by Mr. Dillon to adjourn the meeting. The motion was passed unanimously.

Respectfully submitted,

**Kathleen C. Hittner, M.D, Chair Rhode Island Airport
Corporation
Pension Committee**

ATTENDANCE SHEET

RHODE ISLAND AIRPORT CORPORATION

PENSION COMMITTEE MEETING

WEDNESDAY, SEPTEMBER 21, 2011

NAME	AFFILIATION
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Robert Walter	Principal
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Tim Prewitt	Principal
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Michael Balasco	Meridien Financial
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Henry Kushigian	Meridien Financial
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MINUTES OF THE EXECUTIVE SESSION

OF THE RHODE ISLAND AIRPORT CORPORATION

PENSION COMMITTEE ON

WEDNESDAY, SEPTEMBER 21, 2011

1. At approximately 3:45 p.m., a motion was made by Mr. Dillon and seconded by Mr. Wiggin to go into Executive Session. By roll call vote the motion was passed unanimously.

2. Committee Members received an update on a potential litigation matter related to the treatment of IOD benefits under RIAC's pension plan.

At approximately 4:00 p.m., a motion was made by Mr. Dillon and seconded by Mr. Wiggin to reconvene to the Open Session. The motion was passed unanimously.